



## BORROWER INTEREST SAVINGS



### COMPARISON OF MICHIGAN STUDENTS FIRST (MSF) WITH LOAN CONSOLIDATION OPTIONS

**IMPORTANT: IF YOU CONSOLIDATE, YOU WILL LOSE THE MSF 0% INTEREST RATE BENEFIT**

This chart compares the interest savings if you do not consolidate your eligible MSF loans with a Federal Direct Consolidation Loan which, to our knowledge, does not offer any interest reductions as a borrower benefit. This chart also compares the savings of consolidating your student loans with the Michigan Advantage Consolidation Loan rather than the Federal Direct Consolidation Loan. If you have additional questions, [contact us](#) directly.

Amount of Loan(s) \$7,500			
Federal Stafford Loans	MSF Borrower Benefits	Loan Consolidation Options	
		Federal Direct Consolidation Loan	Michigan Advantage Consolidation (MAC)
Interest Rate	5.3%	5.375%	5.375%
Payment amount	\$80	\$71	\$71
Number of Payments	107	144	139
Total Interest Paid	\$1,039	\$2,653	\$2,279
<i>MSF Interest Savings = \$1,614*</i>		<i>MAC Interest Savings = \$374**</i> If you consolidate, choose Michigan Advantage Consolidation and save!	
Amount of Loan(s) \$19,000			
Federal Stafford Loans	MSF Borrower Benefits	Loan Consolidation Options	
		Federal Direct Consolidation Loan	Michigan Advantage Consolidation (MAC)
Interest Rate	5.3%	5.375%	5.375%
Payment Amount	\$204	\$153	\$153
Number of Payments	107	180	171
Total Interest Paid	\$2,631	\$8,585	\$7,100
<i>MSF Interest Savings = \$5,954*</i>		<i>MAC Interest Savings = \$1,485**</i> If you consolidate, choose Michigan Advantage Consolidation and save!	
Amount of Loan(s) \$60,000			
Federal PLUS Loans	MSF Borrower Benefits	Loan Consolidation Options	
		Federal Direct Consolidation Loan	Michigan Advantage Consolidation (MAC)
Interest Rate	6.1%	6.125%	6.125%
Payment Amount	\$667	\$361	\$361
Number of Payments	105	360	302
Total Interest Paid	\$9,606	\$70,072	\$48,905
<i>MSF Interest Savings = \$60,466*</i>		<i>MAC Interest Savings = \$21,167**</i> If you consolidate, choose Michigan Advantage Consolidation and save! <del>\$71</del>	

\*MSF interest savings based on 0% interest rate after 36 months of on-time payments and borrower does not choose to consolidate.

\*\*MAC interest savings based on 1% interest rate reduction after 36 on-time payments.

MSF calculations used standard 10-year repayment period for calculations. Consolidations used repayment periods based upon loan amounts as outlined in regulations. All calculations used federal interest rates effective 7/01/05 through 6/30/06.